

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 202842 POSS DUPE
ORIGIN TRSE-00

INFO OCT-01 ISO-00 IO-13 AGR-01 CEA-01 CIAE-00 COME-00
DODE-00 EB-08 FRB-03 H-01 INR-10 INT-05 L-03
LAB-04 NSAE-00 NSC-05 PA-01 CTME-00 AID-05 SS-15
STR-07 ITC-01 ICA-11 SP-02 SOE-02 OMB-01 DOE-15
EUR-12 /127 R

DRAFTED BY TREASURY:JLYLE:SMS
APPROVED BY STR:AHUGHES
TREASURY:JSHELTON
COMM/BIEPR/OITP/TNAD/ASTOLER
STR:JLAPITTUS
AGRICULTURE:RHARPER
STATE:DPATTERSON
LABOR:DPARKER
-----039205 110941Z /15
R 102129Z AUG 78
FM SECSTATE WASHDC
TO USMISSION GENEVA
INFO AMEMBASSY OTTAWA

LIMITED OFFICIAL USE STATE 202842

E.O. 11652: N/A

TAGS: ETRD, MTN, CA

SUBJECT: CANADIAN NTM REQUEST ON SPARKLING CIDER

REF A) STATE 191835, B) GENEVA 11235

1. TREASURY HAS REVIEWED CANADA'S REQUEST FOR A REDUCTION,
IN THE EXCISE TAX ON SPARKLING CIDER. THE CANADIAN
REQUEST, AS IT STANDS, WOULD REQUIRE A REDUCTION OF THE
U.S. TAX RATE ON DOMESTIC AS WELL AS IMPORTED CIDER SINCE
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 202842 POSS DUPE

THE TAX IS LEVIED WITHOUT DISCRIMINATION ON EACH. BREAK-
ING OUT CIDER FROM SPARKLING WINES AS A NEW TAX CATEGORY
WOULD BE POSSIBLE BUT WOULD LEAVE THE TAX RATE AT DOLS.
2.40 PER WINE GALLON. CONGRESSIONAL ACTION WOULD BE
NECESSARY TO LOWER THE EXCISE TAX ON THAT SINGLE PRODUCT.

2. IN THE ABSENCE OF ANY REQUESTS FROM THE TWO PRIMARY

SUPPLIERS OF "SPARKLING CIDER", E.G., THE EC AND SPAIN, IS UNLIKELY THAT WE WILL MAKE ANY MOVES TO MEET THE CANADIAN REQUEST.

3. THEREFORE, YOU SHOULD TELL THE CANADIANS THAT OUR REVIEW OF THE ISSUE HAS CONFIRMED OUR INITIAL IMPRESSION, I.E., THAT THE CONCESSIONS WE WOULD REQUIRE FROM CANADA ALONE FOR REDUCTION OF THE EXCISE TAX ON SPARKLING CIDER WOULD BE FAR OUT OF PROPORTION TO THE BENEFITS ACCRUING TO

CANADA. IN THE ABSENCE OF SOME SIGN OF INTEREST FROM THE TWO MAJOR SUPPLIERS, THE EC AND SPAIN, WE FEEL THE UNITED STATES CANNOT MEET THE CANADIAN REQUEST. VANCE

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: POLICIES, IMPORTS, TAXES
Control Number: n/a
Copy: SINGLE
Draft Date: 10 aug 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978STATE202842
Document Source: CORE
Document Unique ID: 00
Drafter: JLYLE:SMS
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780328-0809
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780877/aaaacmbc.tel
Line Count: 75
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 69bc5b65-c288-dd11-92da-001cc4696bcc
Office: ORIGIN TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 78 STATE 191835, 78 GENEVA 11235
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1775411
Secure: OPEN
Status: NATIVE
Subject: CANADIAN NTM REQUEST ON SPARKLING CIDER
TAGS: ETRD, CA, US, MTN
To: GENEVA
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/69bc5b65-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014